

NONMAJOR ENTERPRISE FUNDS

The **Solid Waste Fund** accounts for administering contracts with private companies for the collection of residential refuse and commercial garbage and for operating two City-owned transfer stations. Private individuals and City-administered residential and commercial collectors bring solid waste to the transfer stations. Solid wastes collected at the transfer stations are compacted, loaded in containers, and hauled to the Argo cargo loading station. The containers at the Argo station are loaded on railcars and transported to a landfill in Arlington, Oregon, for final disposal.

The **Planning and Development Fund** accounts for building permit fees and moneys from the General Fund as well as the cost of enforcing the City's land use and building construction codes.

The **Downtown Parking Garage Fund** accounts for the proceeds from the sale of bonds to pay for the cost of effecting the beneficial transfer to the City of the parking garage at Pacific Place in downtown Seattle. This fund also accounts for the operation of the garage.

COMBINING STATEMENT OF NET ASSETS

NONMAJOR ENTERPRISE FUNDS

December 31, 2005

(In Thousands)

	Solid Waste		Planning and Development	
	2005	Restated 2004	2005	2004
ASSETS				
<i>Current Assets</i>				
Operating Cash and Equity in Pooled Investments	\$ 8,380	\$ 7,410	\$ 18,218	\$ 16,590
Receivables, Net of Allowances				
Accounts	8,495	10,056	3,129	2,990
Interest and Dividends	22	-	43	-
Unbilled	249	266	-	-
Due from Other Funds	537	299	648	671
Due from Other Governments	186	220	-	-
Materials and Supplies Inventory	7	18	-	59
Total Current Assets	17,876	18,269	22,038	20,310
<i>Noncurrent Assets</i>				
Restricted Cash and Equity in Pooled Investments	-	13	-	-
Unamortized Bond Issue Costs, Net	225	277	-	-
Deferred Landfill Closure and Postclosure Costs, Net	35,585	38,760	-	-
Other Deferred Charges	1,633	1,891	-	-
Capital Assets				
Land and Land Rights	1,791	1,791	-	-
Plant in Service, Excluding Land	42,797	36,803	-	-
Less Accumulated Depreciation	(20,926)	(20,576)	-	-
Buildings and Improvements	-	-	-	-
Less Accumulated Depreciation	-	-	-	-
Machinery and Equipment	-	-	12,669	9,931
Less Accumulated Depreciation	-	-	(3,963)	(2,977)
Construction in Progress	4,680	6,270	908	476
Other Property, Net	1,730	1,730	-	-
Total Noncurrent Assets	67,515	66,959	9,614	7,430
Total Assets	85,391	85,228	31,652	27,740

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COMBINING STATEMENT OF NET ASSETS

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NONMAJOR ENTERPRISE FUNDS

December 31, 2005

(In Thousands)

	Downtown Parking Garage		Comparative Totals	
	2005	2004	2005	Restated 2004
ASSETS				
<i>Current Assets</i>				
Operating Cash and Equity in Pooled Investments	\$ 722	\$ 1,009	\$ 27,320	\$ 25,009
Receivables, Net of Allowances				
Accounts	-	37	11,624	13,083
Interest and Dividends	5	-	70	-
Unbilled	-	-	249	266
Due from Other Funds	-	4	1,185	974
Due from Other Governments	-	-	186	220
Materials and Supplies Inventory	-	-	7	77
Total Current Assets	727	1,050	40,641	39,629
<i>Noncurrent Assets</i>				
Restricted Cash and Equity in Pooled Investments	-	-	-	13
Unamortized Bond Issue Costs, Net	250	260	475	537
Deferred Landfill Closure and Postclosure Costs, Net	-	-	35,585	38,760
Other Deferred Charges	-	-	1,633	1,891
Capital Assets				
Land and Land Rights	-	-	1,791	1,791
Plant in Service, Excluding Land	-	-	42,797	36,803
Less Accumulated Depreciation	-	-	(20,926)	(20,576)
Buildings and Improvements	73,012	73,013	73,012	73,013
Less Accumulated Depreciation	(17,036)	(14,603)	(17,036)	(14,603)
Machinery and Equipment	650	651	13,319	10,582
Less Accumulated Depreciation	(247)	(138)	(4,210)	(3,115)
Construction in Progress	-	-	5,588	6,746
Other Property, Net	-	-	1,730	1,730
Total Noncurrent Assets	56,629	59,183	133,758	133,572
Total Assets	57,356	60,233	174,399	173,201

COMBINING STATEMENT OF NET ASSETS

NONMAJOR ENTERPRISE FUNDS

December 31, 2005

(In Thousands)

	Solid Waste		Planning and Development	
	2005	Restated 2004	2005	2004
LIABILITIES				
<i>Current Liabilities</i>				
Accounts Payable	\$ 6,942	\$ 7,303	\$ 1,449	\$ 1,901
Salaries, Benefits, and Payroll Taxes Payable	722	660	1,125	1,000
Contracts Payable	-	-	-	3
Compensated Absences Payable	115	108	265	235
Due to Other Funds	1,242	903	197	223
Due to Other Governments	261	207	112	64
Interest Payable	429	513	-	-
Accrued Interest on Deferred Interest Bonds Due Within One Year	-	-	-	-
Taxes Payable	128	135	-	-
General Obligation Bonds Due Within One Year	-	-	-	-
Revenue Bonds Due Within One Year	16,146	11,941	-	-
Claims Payable	241	466	32	33
Landfill Closure and Postclosure Liability	1,610	1,785	-	-
Deferred Credits	2,146	2,050	11,511	9,497
Other Current Liabilities	-	-	-	1,026
Total Current Liabilities	29,982	26,071	14,691	13,982
<i>Noncurrent Liabilities</i>				
Compensated Absences Payable	1,067	977	1,960	1,749
Claims Payable	541	599	66	68
Vendor and Other Deposits Payable	-	13	-	(15)
Landfill Closure and Postclosure Liability	27,672	29,244	-	-
General Obligation Bonds, Due Serially	-	-	-	-
Less Bonds Due Within One Year	-	-	-	-
Bond Discount and Premium, Net	-	-	-	-
Accrued Interest on Deferred Interest Bonds	-	-	-	-
Less Accrued Interest Due Within One Year	-	-	-	-
Revenue Bonds and Anticipation Notes	33,471	33,436	-	-
Less Revenue Bonds Due Within One Year	(16,146)	(11,941)	-	-
Bond Discount and Premium, Net	399	522	-	-
Deferred Loss on Advanced Refunding	(739)	(945)	-	-
Total Noncurrent Liabilities	46,265	51,905	2,026	1,802
Total Liabilities	76,247	77,976	16,717	15,784
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	4,059	2,119	9,614	7,430
Restricted for Other Purposes	1,071	784	-	-
Unrestricted	4,014	4,349	5,321	4,526
Total Net Assets	\$ 9,144	\$ 7,252	\$ 14,935	\$ 11,956

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COMBINING STATEMENT OF NET ASSETS

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NONMAJOR ENTERPRISE FUNDS

December 31, 2005

(In Thousands)

	Downtown Parking Garage		Comparative Totals	
	2005	2004	2005	Restated 2004
LIABILITIES				
<i>Current Liabilities</i>				
Accounts Payable	\$ 169	\$ 155	\$ 8,560	\$ 9,359
Salaries, Benefits, and Payroll Taxes Payable	-	-	1,847	1,660
Contracts Payable	-	-	-	3
Compensated Absences Payable	-	-	380	343
Due to Other Funds	-	5	1,439	1,131
Due to Other Governments	-	-	373	271
Interest Payable	131	131	560	644
Accrued Interest on Deferred Interest Bonds Due Within One Year	459	370	459	370
Taxes Payable	72	73	200	208
General Obligation Bonds Due Within One Year	1,101	1,050	1,101	1,050
Revenue Bonds Due Within One Year	-	-	16,146	11,941
Claims Payable	-	-	273	499
Landfill Closure and Postclosure Liability	-	-	1,610	1,785
Deferred Credits	7	-	13,664	11,547
Other Current Liabilities	-	-	-	1,026
Total Current Liabilities	1,939	1,784	46,612	41,837
<i>Noncurrent Liabilities</i>				
Compensated Absences Payable	-	-	3,027	2,726
Claims Payable	-	-	607	667
Vendor and Other Deposits Payable	-	-	-	(2)
Landfill Closure and Postclosure Liability	-	-	27,672	29,244
General Obligation Bonds, Due Serially	71,124	72,174	71,124	72,174
Less Bonds Due Within One Year	(1,101)	(1,050)	(1,101)	(1,050)
Bond Discount and Premium, Net	306	320	306	320
Accrued Interest on Deferred Interest Bonds	4,029	3,694	4,029	3,694
Less Accrued Interest Due Within One Year	(459)	(370)	(459)	(370)
Revenue Bonds and Anticipation Notes	-	-	33,471	33,436
Less Revenue Bonds Due Within One Year	-	-	(16,146)	(11,941)
Bond Discount and Premium, Net	-	-	399	522
Deferred Loss on Advanced Refunding	-	-	(739)	(945)
Total Noncurrent Liabilities	73,899	74,768	122,190	128,475
Total Liabilities	75,838	76,552	168,802	170,312
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	-	-	13,673	9,549
Restricted for Other Purposes	-	-	1,071	784
Unrestricted	(18,482)	(16,319)	(9,147)	(7,444)
Total Net Assets	\$ (18,482)	\$ (16,319)	\$ 5,597	\$ 2,889

**E-2 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS
For the Year Ended December 31, 2005
(In Thousands)**

	Solid Waste		Planning and Development	
	2005	Restated 2004	2005	2004
OPERATING REVENUES				
Charges for Services and Other Fees	\$ 111,231	\$ 112,168	\$ 39,111	\$ 33,349
OPERATING EXPENSES				
Resource Management	7,508	6,973	-	-
Field Operations	8,679	7,525	-	-
Engineering Services	98	747	-	-
Customer Services	5,677	5,323	-	-
Solid Waste Collection	58,035	59,521	-	-
Operations and Maintenance	-	-	35,817	38,487
General and Administrative	5,479	6,200	8,211	6,658
City Business and Occupation Taxes	14,935	14,729	-	-
Other Taxes	1,500	1,490	-	-
Amortization of Landfill and Postclosure Costs	3,175	2,724	-	-
Depreciation and Amortization	3,047	2,836	1,036	956
Total Operating Expenses	108,133	108,068	45,064	46,101
Operating Income (Loss)	3,098	4,100	(5,953)	(12,752)
NONOPERATING REVENUES (EXPENSES)				
Investment and Interest Income	250	138	390	221
Interest Expense	(1,661)	(1,695)	-	-
Amortization of Debt Costs	71	71	-	-
Gain (Loss) on Sale of Capital Assets	145	261	-	-
Contributions and Grants	310	846	-	-
Others - Net	(324)	(253)	-	-
Total Nonoperating Revenues (Expenses)	(1,209)	(632)	390	221
Income (Loss) Before Capital Contributions and Grants and Transfers	1,889	3,468	(5,563)	(12,531)
Capital Contributions and Grants	3	4	86	158
Transfers In	-	-	8,456	9,762
Transfers Out	-	-	-	(25)
Change in Net Assets	1,892	3,472	2,979	(2,636)
Net Assets - Beginning of Year	7,252	3,780	11,956	14,592
Net Assets - End of Year	\$ 9,144	\$ 7,252	\$ 14,935	\$ 11,956

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COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN

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FUND NET ASSETS

NONMAJOR ENTERPRISE FUNDS

For the Year Ended December 31, 2005

(In Thousands)

	Downtown Parking Garage		Comparative Totals	
	2005	2004	2005	Restated 2004
OPERATING REVENUES				
Charges for Services and Other Fees	\$ 6,180	\$ 6,185	\$ 156,522	\$ 151,702
OPERATING EXPENSES				
Resource Management	-	-	7,508	6,973
Field Operations	-	-	8,679	7,525
Engineering Services	-	-	98	747
Customer Services	-	-	5,677	5,323
Solid Waste Collection	-	-	58,035	59,521
Operations and Maintenance	1,884	1,868	37,701	40,355
General and Administrative	100	101	13,790	12,959
City Business and Occupation Taxes	13	13	14,948	14,742
Other Taxes	29	29	1,529	1,519
Amortization of Landfill and Postclosure Costs	-	-	3,175	2,724
Depreciation and Amortization	2,542	2,543	6,625	6,335
Total Operating Expenses	4,568	4,554	157,765	158,723
Operating Income (Loss)	1,612	1,631	(1,243)	(7,021)
NONOPERATING REVENUES (EXPENSES)				
Investment and Interest Income	71	31	711	390
Interest Expense	(3,835)	(3,856)	(5,496)	(5,551)
Amortization of Debt Costs	(11)	(11)	60	60
Gain (Loss) on Sale of Capital Assets	-	11	145	272
Contributions and Grants	-	-	310	846
Others - Net	-	-	(324)	(253)
Total Nonoperating Revenues (Expenses)	(3,775)	(3,825)	(4,594)	(4,236)
Income (Loss) Before Capital Contributions and Grants and Transfers	(2,163)	(2,194)	(5,837)	(11,257)
Capital Contributions and Grants	-	-	89	162
Transfers In	-	-	8,456	9,762
Transfers Out	-	-	-	(25)
Change in Net Assets	(2,163)	(2,194)	2,708	(1,358)
Net Assets - Beginning of Year	(16,319)	(14,125)	2,889	4,247
Net Assets - End of Year	\$ (18,482)	\$ (16,319)	\$ 5,597	\$ 2,889

COMBINING STATEMENT OF CASH FLOWS

NONMAJOR ENTERPRISE FUNDS

For the Year Ended December 31, 2005

(In Thousands)

	Solid Waste		Planning and Development	
	2005	Restated 2004	2005	2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Customers	\$ 112,678	\$ 113,815	\$ 39,032	\$ 32,673
Cash Paid to Suppliers	(78,783)	(82,068)	(19,380)	(20,914)
Cash Paid to Employees	(7,361)	(6,749)	(23,736)	(21,096)
Cash Paid for Taxes	(17,163)	(20,580)	-	-
Net Cash from Operating Activities	9,371	4,418	(4,084)	(9,337)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Operating Grants	310	846	86	158
Service for Others	(324)	-	-	-
Transfers In	-	-	8,456	9,762
Transfers Out	-	-	-	(25)
Net Cash from Noncapital Financing Activities	(14)	846	8,542	9,895
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Draw-On Line of Credit - Revenue Anticipation Note	4,000	1,776	-	-
Principal Paid on Long-Term Debt	(3,965)	(3,770)	-	-
Capital Fees and Grants Received	3	4	-	-
Capital Expenditures and Deferred Charges Paid	(7,191)	(4,623)	(3,220)	(57)
Interest Paid on Long-Term Debt	(1,642)	(1,608)	-	-
Proceeds from Sale of Capital Assets	145	261	-	-
Net Cash from Capital and Related Financing Activities	(8,650)	(7,960)	(3,220)	(57)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received on Investments	250	138	390	221
Net Increase (Decrease) in Cash and Equity in Pooled Investments	957	(2,558)	1,628	722
CASH AND EQUITY IN POOLED INVESTMENTS				
Beginning of Year	7,423	9,981	16,590	15,868
End of Year	<u>\$ 8,380</u>	<u>\$ 7,423</u>	<u>\$ 18,218</u>	<u>\$ 16,590</u>
CASH AT THE END OF THE YEAR CONSISTS OF				
Operating Cash and Equity in Pooled Investments	\$ 8,380	\$ 7,410	\$ 18,218	\$ 16,590
Current Assets Restricted Cash and Equity in Pooled Investments	-	13	-	-
Total Cash at the End of the Year	<u>\$ 8,380</u>	<u>\$ 7,423</u>	<u>\$ 18,218</u>	<u>\$ 16,590</u>

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COMBINING STATEMENT OF CASH FLOWS

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NONMAJOR ENTERPRISE FUNDS

For the Year Ended December 31, 2005

(In Thousands)

	Downtown Parking Garage		Comparative Totals	
	2005	2004	2005	Restated 2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Customers	\$ 6,767	\$ 6,724	\$ 158,477	\$ 153,212
Cash Paid to Suppliers	(1,870)	(1,882)	(100,033)	(104,864)
Cash Paid to Employees	(100)	(102)	(31,197)	(27,947)
Cash Paid for Taxes	(592)	(588)	(17,755)	(21,168)
Net Cash from Operating Activities	4,205	4,152	9,492	(767)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Operating Grants	-	-	396	1,004
Service for Others	-	-	(324)	-
Transfers In	-	-	8,456	9,762
Transfers Out	-	-	-	(25)
Net Cash from Noncapital Financing Activities	-	-	8,528	10,741
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Draw-On Line of Credit - Revenue Anticipation Note	-	-	4,000	1,776
Principal Paid on Long-Term Debt	(1,050)	(1,003)	(5,015)	(4,773)
Capital Fees and Grants Received	-	-	3	4
Capital Expenditures and Deferred Charges Paid	-	-	(10,411)	(4,680)
Interest Paid on Long-Term Debt	(3,513)	(3,431)	(5,155)	(5,039)
Proceeds from Sale of Capital Assets	-	-	145	261
Net Cash from Capital and Related Financing Activities	(4,563)	(4,434)	(16,433)	(12,451)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received on Investments	71	30	711	389
Net Increase (Decrease) in Cash and Equity in Pooled Investments	(287)	(252)	2,298	(2,088)
CASH AND EQUITY IN POOLED INVESTMENTS				
Beginning of Year	1,009	1,261	25,022	27,110
End of Year	<u>\$ 722</u>	<u>\$ 1,009</u>	<u>\$ 27,320</u>	<u>\$ 25,022</u>
CASH AT THE END OF THE YEAR CONSISTS OF				
Operating Cash and Equity in Pooled Investments	\$ 722	\$ 1,009	\$ 27,320	\$ 25,009
Current Assets Restricted Cash and Equity in Pooled Investments	-	-	-	13
Total Cash at the End of the Year	<u>\$ 722</u>	<u>\$ 1,009</u>	<u>\$ 27,320</u>	<u>\$ 25,022</u>

COMBINING STATEMENT OF CASH FLOWS

NONMAJOR ENTERPRISE FUNDS

For the Year Ended December 31, 2005

(In Thousands)

	Solid Waste		Planning and Development	
	2005	Restated 2004	2005	2004
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 3,098	\$ 4,101	\$ (5,953)	\$ (12,752)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash from Operating Activities				
Depreciation and Amortization	6,222	5,560	1,036	956
Changes in Operating Assets and Liabilities				
Accounts Receivable	1,561	(1,293)	(60)	(447)
Unbilled Receivables	17	112	-	-
Due from Other Funds	(261)	(111)	(19)	(275)
Due from Other Governments	34	(36)	-	45
Materials and Supplies Inventory	(1)	(7)	59	(4)
Accounts Payable	91	(1,561)	(452)	1,004
Salaries, Benefits, and Payroll Taxes Payable	62	100	125	133
Compensated Absences Payable	96	61	241	175
Due to Other Funds	339	(1,533)	(27)	(38)
Due to Other Governments	54	(116)	49	28
Claims Payable	(284)	341	(4)	26
Taxes Payable	(7)	52	-	-
Deferred Credits	97	(156)	-	-
Other Assets and Liabilities	(1,747)	(1,096)	921	1,812
Total Adjustments	6,273	317	1,869	3,415
Net Cash from Operating Activities	<u>\$ 9,371</u>	<u>\$ 4,418</u>	<u>\$ (4,084)</u>	<u>\$ (9,337)</u>
SCHEDULE OF NONCASH ACTIVITIES				
Disposal of Equipment	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Noncash Activities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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COMBINING STATEMENT OF CASH FLOWS

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NONMAJOR ENTERPRISE FUNDS

For the Year Ended December 31, 2005

(In Thousands)

	Downtown Parking Garage		Comparative Totals	
	2005	2004	2005	Restated 2004
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 1,612	\$ 1,630	\$ (1,243)	\$ (7,021)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash from Operating Activities				
Depreciation and Amortization	2,542	2,543	9,800	9,059
Changes in Operating Assets and Liabilities				
Accounts Receivable	37	(16)	1,538	(1,756)
Unbilled Receivables	-	-	17	112
Due from Other Funds	-	-	(280)	(386)
Due from Other Governments	-	-	34	9
Materials and Supplies Inventory	-	-	58	(11)
Accounts Payable	14	(15)	(347)	(572)
Salaries, Benefits, and Payroll Taxes Payable	-	-	187	233
Compensated Absences Payable	-	-	337	236
Due to Other Funds	(5)	(1)	307	(1,572)
Due to Other Governments	-	-	103	(88)
Claims Payable	-	-	(288)	367
Taxes Payable	(2)	-	(9)	52
Deferred Credits	7	-	104	(156)
Other Assets and Liabilities	-	11	(826)	727
Total Adjustments	2,593	2,522	10,735	6,254
Net Cash from Operating Activities	<u>\$ 4,205</u>	<u>\$ 4,152</u>	<u>\$ 9,492</u>	<u>\$ (767)</u>
SCHEDULE OF NONCASH ACTIVITIES				
Disposal of Equipment	\$ -	\$ 11	\$ -	\$ 11
Total Noncash Activities	<u>\$ -</u>	<u>\$ 11</u>	<u>\$ -</u>	<u>\$ 11</u>